Name \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Date \_\_\_\_\_\_\_\_\_\_\_ Period \_\_\_\_\_\_\_

**Causes of the Great Depression (22.1)**

**Do Now:** What would you do in each of the following situations?

1. Your stock prices are falling tremendously and you still owe a lot of money on the loans you got. Do you try to sell them for whatever you can get or do you hold onto them in the hopes they go back up?
2. You are in the process of paying back your credit card, but recently lost your job. Do you stop paying off your debt, or do you cut back spending elsewhere?
3. You are the owner of a company that produces radios, and you recently figured out a way to make them faster. Do you take advantage of this and make more radios?

**Below is a timeline of the major events and causes of the Stock Market – Fill in the information as we go through the PowerPoint:**

1. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   1. What does this mean?
2. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   1. If you were going to buy $100,000 worth of stock, *about* how much would you spend?
3. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   1. What do speculators hope will happen when they buy stocks?
4. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   1. Who sensed danger?
   2. What are margin calls?
   3. What happens to the price of your stock when a ton of people are trying to sell the same ones?
5. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   1. What are 3 major reasons banks are in trouble?
6. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   1. What were bank runs?
7. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   1. Summarize this chart in your own words:

**Ticket to Leave: Do you think there was one major cause to the depression or a combination of multiple causes? Why?**